STATEMENT OF PURPOSE

RS23508C1

Currently operators of motor vehicles powered by gaseous special fuels may purchase a gaseous fuel decal permit, which allows them to pay a flat annual fee at the time of purchase in lieu of paying the equivalent motor fuel tax. This bill will eliminate the gaseous fuel decal thereby requiring these vehicles to pay the tax based on a gasoline energy equivalent. The bill also adds a definition of a gaseous special fuel, and defines the conversion factors for liquefied natural gas and compressed natural gas as a diesel gallon equivalent, and gasoline gallon equivalent respectively.

FISCAL NOTE

This legislation has no impact on the General Fund. This legislation is estimated to provide an increase of \$375,000 to be distributed to the Highway Distribution Account and State Highway Account pursuant to 63-2418, Idaho Code.



Contact:

Representative Clark Kauffman (208) 332-1000